



DIGEST OF SB 401 (Updated March 26, 2003 7:12 PM - DI 92)

Citations Affected: IC 36-8.

Synopsis: Wireless emergency telephone system fund. Revises the types of investments in which money in the wireless emergency telephone system fund may be placed. Repeals and reenacts two sections in order to resolve conflicts in 2002 legislation concerning collection of the wireless emergency enhanced 911 fee. Makes conforming changes.

Effective: July 1, 2003.

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(HOUSE SPONSORS — RESKE, MCCLAIN)

January 21, 2003, read first time and referred to Committee on Economic Development and Technology.

February 4, 2003, amended, reported favorably — Do Pass.
February 10, 2003, read second time, ordered engrossed.
February 11, 2003, engrossed.
February 13, 2003, read third time, passed. Yeas 49, nays 0.

HOUSE ACTION

March 4, 2003, read first time and referred to Committee on Ways and Means. March 31, 2003, reported — Do Pass.





First Regular Session 113th General Assembly (2003)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2002 Regular or Special Session of the General Assembly.

ENGROSSED SENATE BILL No. 401

A BILL FOR AN ACT to amend the Indiana Code concerning local government.

Be it enacted by the General Assembly of the State of Indiana:

	SECTION 1. IC 36-8-16.5-22 IS AMENDED TO READ AS
	FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 22. The fund consists
,	of the following:

- (1) Service charges assessed on CMRS users in the state under section 25 25.5 of this chapter.
- (2) Appropriations made by the general assembly.
- (3) Grants and gifts intended for deposit in the fund.
- (4) Interest, premiums, gains, or other earnings on the fund.

SECTION 2. IC 36-8-16.5-23 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 23. (a) The board may invest money in the fund in the same manner as other funds of the state may be invested under IC 5-13. In addition, the board may invest money in the fund in any of the following:

- (1) Securities of the United States government and federal agencies, subject to the following conditions:
 - (A) Securities issued by the United States government may be purchased and held up to one hundred percent (100%) of the

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1	fund.
2	(B) Securities issued by federal agencies that are guaranteed
3	by the United States government with respect to payment of
4	principal and interest may be purchased and held up to fifty
5	percent (50%) of the fund.
6	(C) Securities issued by the following federal agencies that are
7	not guaranteed by the United States government as to principal
8	and interest may be purchased and held up to twenty-five
9	percent (25%) of the fund:
10	(i) Federal Land Banks.
11	(ii) Federal Home Loan Banks.
12	(iii) Federal Home Loan Mortgage Corporation.
13	(iv) Bank for Cooperatives.
14	(v) Federal Intermediate Credit Banks.
15	(vi) Federal Farm Credit Banks.
16	(2) (1) Corporate bonds, notes, and debentures, subject to the
17	following conditions:
18	(A) Maximum participation in any issue is limited to seven
19	percent (7%) of the total issue.
20	(B) The board shall establish minimum quality rating
21	standards and maximum purchase amount standards for
22	corporate issues.
23	(3) (2) Investments maturing in one (1) year or less, subject to the
24	following conditions:
25	(A) These investments must be: United States Treasury
26	obligations, repurchase agreements secured by United States
27	Treasury obligations,
28	(i) Prime-1 commercial paper; and eertificates of deposit
29	and
30	(ii) banker's acceptance approved by banks' trust investment
31	committees.
32	(B) The maximum amount may not exceed fifty percent (50%)
33	of the fund.
34	(4) Interest bearing deposit accounts (as defined in IC 5-13-4-7).
35	(b) Whenever the quality, maturity, and yield of an investment in an
36	Indiana corporation or in a corporation that does business in Indiana
37	are equal to or better than similar investments in other corporations,
38	preference shall be given to investment in the Indiana corporation or in
39	the corporation that does business in Indiana.
40	SECTION 3. IC 36-8-16.5-25.5 IS ADDED TO THE INDIANA
41	CODE AS A NEW SECTION TO READ AS FOLLOWS
42	[EFFECTIVE JULY 1, 2003]: Sec. 25.5. (a) As used in this section,



"customer" and "place of primary use" have the meanings set
forth in IC 6-8.1-15.
(b) Except as provided in section 34 of this chapter, the board
shall assess a monthly wireless emergency enhanced 911 fee on
each CMRS subscriber that is a customer having a place of
primary use in Indiana. A customer's place of primary use shall be
determined in the manner provided by IC 6-8.1-15.

SECTION 4. IC 36-8-16.5-26, AS AMENDED BY P.L.16-2002, SECTION 9, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 26. The board may adjust the wireless emergency enhanced 911 fee that is assessed under section 25 25.5 of this chapter. The board shall assess the fees at rates that ensure full recovery over a reasonable period of time of costs incurred by CMRS providers and PSAPs to develop and maintain an enhanced wireless 911 system. The fees may not:

- (1) be raised or lowered more than one (1) time in a calendar year;
- (2) be raised more than seven cents (\$0.07) by an adjustment; or
- (3) exceed one dollar (\$1) per month for each telephone number. SECTION 5. IC 36-8-16.5-30.5 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: **Sec. 30.5.** (a) As used in this section, "customer" and "place of primary use" have the meanings set forth in IC 6-8.1-15.
- (b) Except as provided in section 34 of this chapter, each CMRS provider shall collect the wireless emergency enhanced 911 fee assessed under section 25.5 of this chapter as follows:
 - (1) As part of its normal monthly billing process, a CMRS provider shall collect the fee from each standard subscriber that is a customer having a place of primary use in Indiana and may list the fee as a separate line item on each bill. A customer's place of primary use shall be determined in the manner provided by IC 6-8.1-15. If a CMRS provider receives a partial payment for a monthly bill from a CMRS standard subscriber, the CMRS provider shall apply the payment against the amount the CMRS standard subscriber owes to the CMRS provider before applying the payment against the fee.
 - (2) A CMRS provider shall collect and remit to the board under section 36 of this chapter fees from its prepaid subscribers in a total amount equal to the fee amount multiplied by the number of active prepaid subscriber accounts on the last day of each calendar month.







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- 1 SECTION 6. THE FOLLOWING ARE REPEALED [EFFECTIVE
- 2 JULY 1, 2003]: IC 36-8-16.5-25; IC 36-8-16.5-30.

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COMMITTEE REPORT

Mr. President: The Senate Committee on Economic Development and Technology, to which was referred Senate Bill No. 401, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

Page 1, strike lines 14 through 17.

Page 2, strike lines 1 through 15.

Page 2, line 16, strike "(2)" and insert "(1)".

Page 2, line 23, strike "(3)" and insert "(2)".

and when so amended that said bill do pass.

(Reference is to SB 401 as introduced.)

FORD, Chairperson

Committee Vote: Yeas 8, Nays 0.

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COMMITTEE REPORT

Mr. Speaker: Your Committee on Ways and Means, to which was referred Senate Bill 401, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill do pass.

CRAWFORD, Chair

Committee Vote: yeas 25, nays 0.

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